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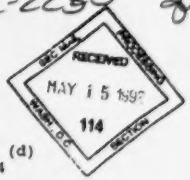

FORM 10-Q

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D. C. 20549

Quarterly Report Under Section 13 or 15 (d)
of the Securities Exchange Act of 1934

For Quarter Ended March 31, 1992

Commission File Number 2-95114

LOGAN COUNTY BANCSHARES, INC.
(Exact Name of Registrant as Specified in Its Charter)

WEST VIRGINIA
(State or other jurisdiction of incorporation or organization)

55-0660015
(IRS Employer Identification Number)

P. O. BOX 597, LOGAN, WEST VIRGINIA 25601
(Address of Principal Executive Offices) (Zip Code)

(304) 752-2080
(Registrant's telephone number including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days. Yes X No
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APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding, of each of the issuer's classes of common stock, as of the latest practicable date. 234,216

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LOGAN COUNTY BANCSHARES, INC. AND SUBSIDIARIES
Consolidated Statement of Condition
March 31, 1992 and 1991 and December 31, 1991
(In Thousands)

	March 31, 1992	March 31, 1991	December 31, 1991
ASSETS			
CASH AND DUE FROM BANKS	$2,597	$3,132	$3,688
INVESTMENT SECURITIES	22,511	22,543	17,982
FEDERAL FUNDS SOLD	6,325	6,125	6,325
LOANS:			
TOTAL LOANS	47,745	41,895	46,639
LESS: UNEARNED INTEREST	0	1	0
RESERVE FOR LOAN LOSSES	453	395	430
NET LOANS	47,292	41,499	46,209
BANK PREMISES AND EQUIPMENT	1607	1,467	1,628
ACCRUED INTEREST AND OTHER ASSETS	1387	1,450	1,213
	$81,719	$76,216	$77,045
LIABILITIES AND STOCKHOLDERS' EQUITY			
DEPOSITS:			
DEMAND DEPOSITS	$8,437	$8,633	$8,527
SAVINGS DEPOSITS	42,479	31,755	34,536
TIME DEPOSITS	21,823	26,914	24,933
TOTAL DEPOSITS	72,739	67,302	67,996
ACCRUED AND OTHER LIABILITIES	568	474	774
INCOME TAXES PAYABLE:			
CURRENT	84	36	84
DEFERRED	37	31	37
TOTAL LIABILITIES	73,428	67,843	68,891
STOCKHOLDERS' EQUITY:			
COMMON STOCK-$5.00 PAR VALUE; AUTHORIZED-260,000 SHARES; ISSUED & OUTSTANDING-254,806.	1,274	1,274	1,274
SURPLUS	2,071	2,071	2,071
RETAINED EARNINGS	5,786	5,521	5,644
TREASURY STOCK	(840)	(493)	(835)
TOTAL STOCKHOLDERS' EQUITY	8,291	8,373	8,154
	$81,719	$76,216	$77,045

SEE ACCOMPANYING NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.

LOGAN COUNTY BANCSHARES, INC. AND SUBSIDIARIES
Consolidated Statement of Income
For the Three Month Periods Ended March 31, 1992 and 1991
(In Thousands)

	1992	1991
INTEREST INCOME:		
INTEREST ON LOANS	$1,147	$1,102
INTEREST ON INVESTMENTS	364	399
INTEREST ON FEDERAL FUNDS SOLD	83	126
	1,594	1,627
INTEREST EXPENSE:		
INTEREST ON DEPOSITS	761	834
OTHER INTEREST EXPENSE	3	0
NET INTEREST INCOME	830	793
PROVISION FOR LOAN LOSSES	23	18
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	807	775
OTHER INCOME:		
SERVICE FEES	105	73
OTHER OPERATING INCOME	15	20
TOTAL OTHER INCOME	120	93
OTHER EXPENSES:		
SALARIES AND BENEFITS	309	302
EXPENSE OF BANK PREMISES AND EQUIPMENT	96	96
OTHER OPERATING EXPENSES	296	255
TOTAL OTHER EXPENSES	701	653
INCOME BEFORE INCOME TAXES	226	215
FEDERAL INCOME TAXES	84	36
NET INCOME	$142	$179
PER SHARE OF COMMON STOCK NET INCOME	$0.61	$0.73

LOGAN COUNTY BANCSHARES, INC. AND SUBSIDIARIES
Consolidated Statement in Changes in Stockholders' Equity
For the Three Month Periods Ended March 31, 1992 and 1991
(In Thousands)

	Common Stock	Surplus	Retained Earnings	Treasury Stock	Total
BALANCE - DECEMBER 31, 1990	$1,274	$2,071	$5,342	($366)	$8,321
PURCHSE OF 3127 SHARES OF STOCK @ $40. PER SHARE	0	0	0	(127)	(127)
NET INCOME FOR THE THREE MONTHS ENDED MARCH 31, 1991	0	0	179	0	179
	$1,274	$2,071	$5,521	($493)	$8,373
BALANCE - DECEMBER 31, 1991	$1,274	$2,071	$5,644	($835)	$8,154
PURCHSE OF 119 SHARES OF STOCK @ $40. PER SHARE	0	0	0	(5)	(5)
NET INCOME FOR THE THREE MONTHS ENDED MARCH 31, 1992	0	0	142	0	142
	$1,274	$2,071	$5,786	($840)	$8,291

SEE ACCOMPANYING NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.

LOGAN COUNTY BANCSHARES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 1992 AND 1991

	1992	1991
CASH FLOWS FROM OPERATING ACTIVITIES:		
NET INCOME	$142	$179
ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
DEPRECIATION	25	24
SECURITY AMORTIZATION AND ACCREATION	(5)	(4)
MARKET VALUE AMORTIZATION	1	1
PROVISION FOR LOAN LOSSES	23	18
(INCREASE) DECREASE IN OTHER ASSETS	(174)	(23)
INCREASE (DECREASE) IN OTHER LIABILITIES	(206)	(180)
NET CASH PROVIDED BY OPERATING ACTIVITIES	(194)	15
CASH FLOWS FROM INVESTING ACTIVITIES:		
PROCEEDS FROM SALE OF INVESTMENT SECURITIES	1,550	1,403
PURCHASE OF INVESTMENT SECURITIES	(6,074)	0
NET (INCREASE) DECREASE IN FEDERAL FUNDS SOLD	0	(2,600)
NET (INCREASE) DECREASE IN LOANS	(1,106)	(1,140)
PROCEEDS FROM SALE OF ASSETS	0	0
PURCHASE OF BANK PREMISES AND EQUIPMENT	(5)	(8)
NET CASH PROVIDED BY INVESTING ACTIVITIES	(5,635)	(2,345)
CASH FLOWS FROM FINANCING ACTIVITIES:		
NET INCREASE (DECREASE) IN DEMAND DEPOSITS	(90)	(1,050)
NET INCREASE (DECREASE) IN SAVINGS DEPOSITS	7,943	1,200
NET INCPEASE (DECREASE) IN TIME DEPOSITS	(3,110)	1,404
DIVIDENDS PAID	0	0
PAYMENTS TO ACQUIRE TREASURY STOCK	(5)	(127)
NET CASH PROVIDED BY FINANCING ACTIVITIES	4,738	1,427
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,091)	(903)
CASH AND CASH EQUIVALENT AT BEGINNING OF PERIOD	3,688	4,035
CASH AND CASH EQUIVALENT AT END OF PERIOD	$2,597	$3,132

SEE ACCOMPANYING NOTES TO CONSOLIDATED FINANCIAL STATEMENTS.

ITEM 2:

Management's Discussion and Analysis of Financial Condition and Results of Operations.

Net Income:

Interest income amounted to $1,594,000. at March 31, 1992, a decrease of $33,000. from March 31, 1991. The decrease in interest income was offset by a decrease of $70,000. in interest expense, resulting in an increase of $37,000. in net interest income between March 31, 1992 and March 31, 1991. Provision for loan losses increased $5,000.00 for the first quarters of 1992 compared to 1991. Non-interest expense increased by $48,000. for the same period offset by an increase in other income of $27,000. Federal income taxes, increased $48,000. between 1992 and 1991 due to the utilization of all available tax credits in 1991. The resulting net income decreased by $37,000. when comparing the first quarter of 1992 to 1991.

Balance Sheet Data:

Total assets grew by $4,674,000. between year end and March 31, 1992, to a balance of $81,719,000. The major component of this growth was an increase in Investment Securities of $4,529,000. and an increase in net loans of $1,106,000. The primary source of funds for this growth was an increase in deposits of $4,743,000. and net income of $142,000. for the period.

Liquidity:

Managing Logan's liquidity requirements primarily involves meeting the loan demand, deposit withdrawal and the cash flow requirements. Logan's primary sources of liquid assets are federal funds sold and investment securities maturing in less than one year. These items can be converted into funds in a short period of time. At March 31, 1992, Federal Funds sold amounted to $6,325,000. and securities maturing within one year amounted to $9,243,000. These are compared to the balances at March 31, 1991 of $6,125,000. in Federal Funds Sold and maturing Investment Securities of $9,015,000. due within one year.

Traditionally, banks have been able to manage liquidity based on a relatively stable group of core deposits. The deposits, demand and consumer deposits under $100,000. are considered the most stable and least expensive source of funds. During 1992 and 1991, banks have been faced with more volatile, interest sensitive funds and have had to match their funding requirements by using assets and liability management techniques.

Capital Resources:

Logan's capital position is based on its stockholders' equity and the primary source of such equity has been retained earnings. Since Logan's formation and merger, it has accumulated Retained Earnings of $5,786,000. and has a total Stockholders' Equity of $8,291,000. as of March 31, 1992; as compared to $5,521,000. of Retained Earnings and total Stockholders' equity of $8,173,000. at March 31, 1991.

ITEM 2. (Continued):

The equity capital was 10.15% and 10.99% of total assets at March 31, 1992 and 1991 respectively. At present, there are no plans for any significant capital expenditures.

Effects of Inflation:

The impact of inflation on a financial institution differs significantly from that exerted on an industrial concern, primarily because a financial institution's assets and liabilities consist almost entirely of monetary items. The low proportion of the Bank's net fixed assets to total assets reduces both the potential of inflated earnings resulting from understated depreciation charges and the potential significant understatement of asset values. However, inflation does have a considerable indirect impact on banks, including increased loan demand, as it becomes necessary for producers and consumers to acquire additional funds to maintain the same levels of consumption, inventories, and new investments. Inflation also frequently results in higher interest rates which can affect both yields on earning assets and rates paid on deposits and other interest-bearing liabilities.

PART II. - OTHER INFORMATION

NONE.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

LOGAN COUNTY BANCSHARES, INC.

(Registrant)

Date 5/15/92

Frank H. Oakley, Chairman
(Signature)

Date 5/15/92

Eddie D. Canterbury, Exec. Vice Pres.
(Signature)